BEFORE THE BOARD OF OIL, GAS AND MINING DEPARTMENT OF NATURAL RESOURCES STATE OF UTAH

In the Matter of the Request for Agency Action of QEP Energy Company for an Order establishing a 320-acre drilling and spacing unit for a single horizontal well, the OP 4G-12-7-20 Well, for production of oil and gas from the Green River Formation underlying the $W\frac{1}{2}$ of Section 12 in Township 7 South, Range 20 East, SLM, Uintah County, Utah

NOTICE OF HEARING

Docket No. 2014-015 Cause No. 142-12

THE STATE OF UTAH TO ALL PERSONS INTERESTED IN ABOVE ENTITLED MATTER.

Notice is hereby given that the Board of Oil, Gas and Mining ("Board"), State of Utah, will conduct a hearing on WEDNESDAY, MARCH 26, 2014, at 9:00 AM, or as soon thereafter as possible, in the auditorium of the Department of Natural Resources, 1594 West North Temple, Salt Lake City, Utah.

The hearing will be conducted as a formal administrative adjudication in accordance with the rules of the Board as set forth in Utah Administrative Code R641 et seq. and as provided for in Utah Code Ann. § 40-6-1 et seq. and Utah Code Ann. § 63G-4-101 through 601.

The purpose of the hearing will be for the Board to receive testimony and evidence regarding a Request for Agency Action that the Board enter an Order:

- 1. Establishing a 320-acre drilling and spacing unit for the OP 4G-12-7-20 Well for the production of oil and gas from the Green River Formation underlying the W½ of Section 12, Township 7 South, Range 20 East, SLM, in Uintah County, Utah (the "Subject Lands").
- 2. Allowing the continued location and drilling of all future vertical wells within the Subject Lands in conformance with the default siting and location rules as found in Utah Admin. Code R649-3-2 and Utah Admin. Code R649-3-3, excepting that the setback between the vertical well and horizontal wells should be set at 200 feet. It is possible the vertical wells will also be spaced under a 320-acre drilling unit with infill drilling authorization for up to 40-acre density.

- 3. Declaring that the drilling and spacing unit will be retroactively effective as April 21, 2011, the date of first production for the OP 4G-12-7-20 Well.
- 4. Providing for such other and further relief as may be just and equitable under the circumstances.

Objections to the Request for Agency Action must be filed with the Secretary of the Board at the address listed below no later than the 10th day of the month, or two weeks before the scheduled hearing, whichever is earlier. A party must file a timely written objection or other response in order to participate as a party at the Board hearing. Failure to participate can result in a default judgment.

Natural persons may appear and represent themselves before the Board. All other representation by parties before the Board will be by attorneys licensed to practice law in the State of Utah, or attorneys licensed to practice law in another jurisdiction which meet the rules of the Utah State Bar for practicing law before the Utah Courts.

Persons interested in this matter may participate pursuant to the procedural rules of the Board. The Notice of Agency Action, and any subsequent pleadings, may be inspected at the office of the undersigned, and inspected online at the Utah Board of Oil, Gas and Mining's website at http://ogm.utah.gov/amr/boardtemp/redesign/books.html.

Pursuant to the Americans with Disabilities Act, persons requiring auxiliary communicative aids and services to enable them to participate in this hearing should call Julie Ann Carter at (801) 538-5277, at least three working days prior to the hearing date.

DATED this 27th day of February, 2014.

STATE OF UTAH BOARD OF OIL, GAS AND MINING Ruland J. Gill, Jr., Chairman

/s/Julie Ann Carter

Board Secretary

1594 West North Temple, Suite 1210

Salt Lake City, Utah 84116

(801) 538-5277

CERTIFICATE OF PUBLISHED NOTICE

I hereby certify that I caused a true and correct copy of the foregoing NOTICE OF HEARING for Docket No. 2014-015 Cause No. 142-12 to be PUBLISHED in the following newspapers on the following days:

March 2, 2014:

<u>The Salt Lake Tribune</u> and <u>Deseret Morning News</u>, newspapers of general circulation in Salt Lake City and County.

March 4, 2014:

<u>Uintah Basin Standard</u>, a newspaper of general circulation in Duchesne and Uintah Counties.

March 4, 2014:

<u>Vernal Express</u>, a newspaper of general circulation in Dagget and Uintah Counties.

Julie Am Cartar

CERTIFICATE OF SERVICE

I hereby certify that I caused a true and correct copy of the foregoing **NOTICE OF HEARING** for Docket No. 2014-015, Cause No. 142-12, to be mailed with postage prepaid, via E-mail or First Class Mail, this 3rd day of March, 2014,to the following:

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QEP Energy Company Attention: Theresa Chatman 1050 17th Street, Suite 500 Denver, CO 80265

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